UNITED STATES DISTRICT COURT FOR THE DISTRICT OF MASSACHUSETTS

PHILIPS NORTH AMERICA LLC,

Plaintiff,

v.

Civil Action No. 1:19-cv-11586-FDS

FITBIT LLC,

Defendant.

PHILIPS NORTH AMERICA LLC'S RESPONSE TO FITBIT LLC'S MOTION FOR LEAVE TO SUBMIT SUPPLEMENTAL AUTHORITY FOR ITS MOTION TO STRIKE PORTIONS OF THE EXPERT REPORT AND EXCLUDE CERTAIN OPINIONS AND TESTIMONY OF DR. AKEMANN (DKT. 383)

Plaintiff Philips North America LLC ("Philips") respectfully submits this Opposition to Fitbit's Motion for Leave to File Supplemental Authority, (Dkt. 383), regarding the Federal Circuit decision in *Niazi Licensing Corp. v. St. Jude Med. S.C., Inc.*, 30 F.4th 1339 (Fed. Cir. 2022).

Niazi is not relevant to Fitbit's pending motion to preclude certain opinions and testimony of Dr. Akemann. The Federal Circuit's decision in Niazi concerns a complete failure to base damages on allegedly infringing products, an issue Fitbit did not raise in its pending motion challenging Dr. Akemann—instead Fitbit only challenged the comparability of the licenses used by Dr. Akemann while alleging (incorrectly) that Dr. Akemann applied the Entire Market Value Rule ("EMVR"), issues not addressed by Niazi. (See Dkt. 310 at 11-16.) Regardless, Dr. Akemann's analysis apportioned by using the well-recognized comparable license approach to determine the proper assessment of damages via a per unit royalty rate, and included in his royalty base only products that infringe. (See Dkt. 320 at 2-16.) The Federal Circuit has recognized that apportionment is "built in" under the comparable license approach. Cmmw. Sci. and Indus.



Research Organisation v. Cisco Sys., Inc., 809 F.3d 1295, 1303 (Fed. Cir. 2015). In contrast, the expert in *Niazi* used sales of any number of components (e.g. catheters, guide wires, and leads) that undisputedly did not infringe and therefore should not have been accrued damages, Niazi, 30 F.4th 1357.

Nor does *Niazi* introduce any new legal authority that Fitbit could not have raised earlier. Rather, Niazi is nothing more than a straightforward application of Cardiac Pacemakers, Inc. v. St. Jude Med., Inc., 576 F.3d 1348, 1358–59 (Fed. Cir. 2009), and the uncontroversial principle that damages should only be recovered for infringement.

The Court should deny Fitbit's Motion for Leave to File Supplemental Authority as Niazi in neither helpful nor relevant to the issues in dispute.

Dated: May 11, 2022 Respectfully Submitted,

/s/ Ruben J. Rodrigues

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CERTIFICATE OF SERVICE

The undersigned hereby certifies that a copy of the foregoing document was filed with the Court through the ECF system and that a copy will be electronically served on registered participants as identified on the Notice of Electronic Filing.

Dated: May 11, 2022 /s/ Ruben J. Rodrigues

Ruben J. Rodrigues

